IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF MICHIGAN

IN-N-OUT BURGERS,
a California corporation,

Plaintiff,

Civil Action No. 5:20-cv-11911

-vs-

Hon. Robert H. Cleland

DOLL N BURGERS LLC,
DOLL N BURGERS TECUMSEH, LLC,
DOLL N BURGERS JACKSON, LLC
VERITAS VINEYARD, LLC
and JUSTIN DALENBERG,

Magistrate Judge Anthony P. Patti

Defendants.

DEPOSITION OF JEFFERY A. STEC, Ph.D.

taken by the Plaintiffs on the 29th day of June, 2021, via Zoom, Chicago, Illinois, at 9:56 a.m.

APPEARANCES:

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what you're saying?

- Q. I'm not following your response. So let me start over with a different question.
- A. Okay.

Q. Asking the question in a different way. Let's say I'm -I'll try to make it as close to the reality as possible.

Let's say I am testing these treatment images of In-N-Out
Burger and I want to know whether or not these particular
images have secondary meaning in them. And as a control
image, I use a picture of the Golden Arches, exterior of
the McDonald's sign -- of the McDonald's building, has
the Golden Arches on it, it's got Ronald McDonald all
over it, everything you could possibly associate with
McDonald's.

Let's say close to 100 percent of the respondents identify those images with McDonald's, and thus, all of them answer one company for the control images.

Now, in that situation, it really doesn't matter what images I show of the treatment images. I get a zero percent secondary meaning, but that doesn't actually tell me anything about how many people have secondary meaning in the In-N-Out trade dress, right?

If you're saving that part of the hypothetical is that

A. If you're saying that part of the hypothetical is that the control percentage, in other words, the percentage of

people/respondents that were shown that image, and I believe you said it's the McDonald's images, would associate it with McDonald's, one company, let's just say one company, then that 100 percent would be netted against whatever the percentage of people/respondents who said one company from the treatment, the treatment could be no more than 100 percent. So the net would be zero, if not a negative number, if you were to do that type of comparison.

Q. Okay. All right. We're on the same page then.

So the result of that net zero though doesn't tell me any useful information about the In-N-Out trade dress because I haven't actually tested the In-N-Out trade dress at that point, right.

A. The way you've described the hypothetical, so I don't know if In-N-Out would suggest that any of the McDonald's trade dress and the images used in the control are part of what's protected or asserted by In-N-Out, that I don't know.

If you want to say the hypothetical -- in the hypothetical that that's the case, In-N-Out wouldn't assert any of its design elements against McDonald's, then I can agree with you that there's no way then you could test those design elements for In-N-Out by showing McDonald's pieces of information.

- Q. Okay. So then you'd agree with me that separate from this question of are we changing only the things in the trade dress, you also don't want to introduce noise in the control images by introducing secondary meaning that is unrelated to the trade dress as well, right? That would artificially deflate the net secondary meaning number?
- A. So if you're asking whether you'd want to introduce in the control images, design elements, whatever you want to call them -- I'm sorry.
- 11 | Q. No, keep going.
- 12 A. I heard feedback I thought someone else was talking.
- 13 Q. No.

A. So if you wanted to test the -- you wanted to create the control and you wanted to make sure the control wouldn't be associated with one source because of other design elements, that would perhaps be associated with one company, then you could potentially consider that in the context of the control by removing those design elements.

So at the end of the day, to make it as concrete as possible, one of the things I did in my survey was to remove the palm trees, because I understand that was something that was filed as a trademark by In-N-Out, I believe it was a fairly long time ago, and so by leaving that in the control, which doesn't appear

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one source, but they didn't know the name of it, they're still going to answer this question no, right? Or don't know, one of the two?

- A. So if they have an opinion about what company puts out the products from this quick service restaurant, they would presumably answer yes. So they would answer Question 1 yes. And then if they answered yes, they would be asked what company do you think puts out the product. And type in whatever they want, or if they didn't know, they would then enter that.
- Q. Let's say they're familiar with the dress, they've seen it a hundred times, name's on the tip of their tongue, just can't think about it, so they have to answer "don't know," but they're intimately familiar with the dress. They're still going to answer "don't know"?
 - A. Well, if they're intimately familiar with the trade dress, then it begs the question how they don't know the name of the company. But if they -- if what you say is what happens, so they're intimately aware of the trade dress, but they can't think of the name of the company, then presumably they would say "don't know."
- Q. That's ultimately going to count as somebody in your survey for whom they're not confused, correct?
- A. This is going to be -- so let's, I guess, put this in the proper context. First what they're going to see before

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they get to these questions is the junior user's images or stimuli. So you're paging through some of it now.

That stimuli is what they're going to see. So if they think that's associated with somebody, but they can't think of who it is, then they would say "don't know" to Question 2. And because they don't know who it is, then essentially they would be counted as somebody who isn't confused.

- Q. Who is not confused. You cut out at the end there. You count it as what?
- 11 A. Somebody who was not confused.
- 12 Q. Now, you didn't alter the identifying information here in
 13 this picture on page 34 that says "Doll N Burgers,"
 14 correct?
- 15 A. That's correct. That was the way it appeared in the original picture.
- 17 Q. Right.

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- And are you familiar, did you read through the
 comments the number of people who said -- who identified
 Doll N Burgers because they said that's what it said on
 the building or that's what it said on the sign?
- 22 A. I did read the open-ended answers and I believe we
 23 created a table farther down in the report that gives the
 24 open-ended answers at least categorized.
 - Q. Well, as you categorized them, right?